

APPENDIX A

Table 1: Summary of Undercollection Balances and Payoff Times Under CRS Scenarios

Scenario ¹	ProSym case	Off-System Sales Price	CRS Cap (/MWh)	Interest Rate ²	PG&E		SCE		SDG&E	
					Maximum Undercollection (\$x Million) ³	Years to Pay-off ⁴	Maximum Undercollection (\$x Million)	Years to Pay-off	Maximum Undercollection (\$x Million)	Years to Pay-off
2	Base	50%	\$27	4%	901	17	857	12	91.4	10
10	Low	50%	\$27	4%	444	13	485	10	38.4	5
18	High	50%	\$27	4%	733	11	922	11	86.7	8
6	Base	100%	\$27	4%	505	11	448	8	45.3	7
14	Low	100%	\$27	4%	211	8	201	5	30.0	3
22	High	100%	\$27	4%	474	9	588	9	48.3	7
1	Base	50%	\$27	9%	1,229	24	1,074	17	116.2	11
9	Low	50%	\$27	9%	566	17	557	12	39.5	6
17	High	50%	\$27	9%	910	15	1,137	16	102.6	9
5	Base	100%	\$27	9%	626	14	498	9	51.8	8
13	Low	100%	\$27	9%	223	9	208	6	30.8	4
21	High	100%	\$27	9%	557	10	674	10	57.7	7
4	Base	50%	\$40	4%	467	9	488	7	54.5	5
12	Low	50%	\$40	4%	292	7	298	6	38.4	3
20	High	50%	\$40	4%	409	7	529	7	52.8	4
8	Base	100%	\$40	4%	304	6	283	4	45.3	3
16	Low	100%	\$40	4%	211	4	201	3	30.0	2
24	High	100%	\$40	4%	318	5	328	5	45.4	3
3	Base	50%	\$40	9%	550	10	549	7	56.0	5
11	Low	50%	\$40	9%	300	8	307	6	39.5	3
19	High	50%	\$40	9%	466	8	593	7	54.2	5
7	Base	100%	\$40	9%	313	6	291	5	46.5	3
15	Low	100%	\$40	9%	217	4	208	4	30.8	2
23	High	100%	\$40	9%	327	6	338	5	46.7	3

(END OF APPENDIX A)

Appendix B

DIRECT ACCESS COST RESPONSIBILITY SURCHARGE TRACKING ACCOUNT REQUIREMENTS

Core Subaccount

The purpose of this subaccount is to track the debt owed by core direct access (“DA”) customers to bundled core customers. Monthly accounting entries will be made as follows:

1. A debit entry representing the CRS obligation of core direct access (“DA”) customers.
2. A credit entry representing the CRS payment by core DA customers.
3. A credit entry representing the CRS make-up payment made by core DA customers when they return to bundled service.
4. A credit entry representing the CRS uncollectable from core DA customers that default times the ratio of non-core to total DA load.
5. A debit entry representing the CRS uncollectable from non-core customers that default times the ratio of core to total DA load.
6. A debit entry representing the interest on the combined balance of lines 1 – 5 calculated using the adopted long-term before-tax corporate interest rate.

In months where the combination of lines 1 – 5 for the month produce a debit balance, the generation revenue requirement of core DA customers will be decreased by that amount, and the generation revenue requirement of core bundled customers will be increased by the same amount.

In months where the combination of lines 1 – 5 for the month produce a credit balance, the generation revenue requirement of core DA customers will be increased by that amount, and the generation revenue requirement of core bundled customers will be decreased by the same amount.

When the cumulative balance in this subaccount reaches zero, no further entries will be made.

Non-Core Subaccount

The purpose of this subaccount is to track the debt owed by non-core direct access (“DA”) customers to bundled non-core customers. Monthly accounting entries will be made as follows:

1. A debit entry representing the CRS obligation of non-core DA customers.

2. A credit entry representing the CRS payment by non-core DA customers.
3. A credit entry representing the CRS make-up payment made by non-core DA customers when they return to bundled service.
4. A credit entry representing the CRS uncollectable from non-core DA customers that default times the ratio of core to total DA load.
5. A debit entry representing the CRS uncollectable from core DA customers that default times the ratio of non-core to total DA load.
7. A debit entry representing the interest on the combined balance of lines 1 – 5 calculated using the adopted long-term after-tax corporate interest rate.

In months where the combination of lines 1 – 5 for the month produce a debit balance, the generation revenue requirement of non-core DA customers will be decreased by that amount, and the generation revenue requirement of non-core bundled customers will be increased by the same amount.

In months where the combination of lines 1 – 5 for the month produce a credit balance, the generation revenue requirement of non-core DA customers will be increased by that amount, and the generation revenue requirement of non-core bundled customers will be decreased by the same amount.

When the cumulative balance in this subaccount reaches zero, no further entries will be made.

(END OF APPENDIX B)